

**DEPARTMENT OF HEALTH AND FAMILY SERVICES
DIVISION OF HEALTH CARE FINANCING
ADMINISTRATOR'S MEMO SERIES**

NOTICE: 04-02

DATE: July 23, 2004

DISPOSAL DATE: June 30, 2006

RE: 2005 BASE INCOME
MAINTENANCE
ADMINISTRATIVE
ALLOCATION AND 2005
SUPPLEMENTAL
ALLOCATION –
PRELIMINARY NOTICE

To: County Departments of Human Services Directors
County Departments of Social Services Directors
Tribal Chairpersons/Human Services Facilitators
Tribal Economic Support Directors

From: Mark B. Moody
Administrator
Division of Health Care Financing

PURPOSE

This memo provides preliminary funding notice of the base Income Maintenance Administrative Allocation (IMAA) for Income Maintenance (IM) Programs for the period January 1, 2005, through December 31, 2005 (Calendar Year [CY] 2005), for counties and October 1, 2004, through September 30, 2005 (Program Year [PY] 2005), for the tribes. In addition, this memo provides notice of supplemental funding to the base IMAA for CY/PY 2005.

This preliminary notice is being shared at this time to facilitate budget planning. These preliminary allocations may change based on enactment of additional state or federal legislation. In addition, the Random Moment Time Study (RMS) impacts the amount of federal funding claimed for IM programs. As a result, the amount of federal funding available for IM administration for 2005 may be lower or higher than anticipated, and these preliminary funding amounts may be affected.

Additional funding amounts for Medicaid Transportation, W-2 Funeral/Cemetery, Non W-2 Funeral/Cemetery, Public Assistance Fraud Program - Program Integrity, and Public Assistance Fraud - Investigation will be issued in one or more separate Administrator's Memos.

GENERAL IMAA FUNDING

The IMAA includes funding for the administration of the Food Stamp (FS) Program and Medicaid (MA) and related MA Programs.

The state General Purpose Revenue (GPR) funding is specified and controlled under the contract. Matching federal funding to this GPR, for FS and MA, is included in the IMAA and is sum sufficient. Contract overspending, using local funding as match, is allowable. The

Department will seek to obtain federal matching funds for contract overspending for FS and MA related expenditures, and will make these funds available to the local agency. Pre-payments will be issued. Estate Recovery Program Incentive funding may supplement the IMAA for some or all counties and tribes throughout the contract period.

THE IMAA ALLOCATION

In 2004, statewide funding for the base IMAA was \$50.6 million. In addition, DHFS identified supplemental funds of \$4.0 million all funds to be allocated to local agencies, for a total statewide allocation of \$54.6 million.

In 2005, the base funding amount statewide is currently \$46.6 million. This is a reduction in funding compared to the base 2004 amount due to workload savings initiatives implemented by the Department. However, in order to address caseload increases from 2003 and the anticipation of the resettlement of refugees in the state, an additional one-time funding amount of \$4.1 million all funds has been identified by DHFS. This results in a total IMAA of \$50.7 million to be allocated to all agencies in 2005.

GENERAL OVERVIEW OF CY/PY 05 FUNDING METHODOLOGY

As in past years, the Department recognizes that the smallest of agencies require a minimum amount of funding. The minimum funding levels for small agencies will not change as compared to 2004. As in 2004, all small agencies with an unduplicated FS and MA caseload between 1 to 200 will receive a base amount of \$97,600. This base represents funding for two full time employees and the associated Agency Management Support and Overhead (AMSO) expenses. All agencies with an unduplicated FS and MA caseload between 201 to 499 will receive a base amount of \$160,644. This base funding is for three full time employees and the associated AMSO expenses.

All agencies with caseloads of 500 or greater will receive the same amount of funding as was calculated for the original 2004 base allocations of \$50.6 million statewide. These allocations were shown in Administrator's Memo 03-04 dated May 30, 2003.

Under this methodology, all agencies except Bad River Tribe will receive the same amount of funding as was calculated for the original 2004 base allocations shown in Administrator's Memo 03-04. Bad River Tribe would receive an increase in funding from \$97,600 to \$160,644 because their caseload as of March 2004 had increased to over 200 cases.

NEXT STEPS

The allocations shown in Attachment 1 are the preliminary allocations based on the method described above and funding identified through June 2004. Final allocations may be changed by legislative action or further assessment of the impact of the RMS on the amount of federal funding available for IM programs.

Over the next few months the language for the CY 2005 IM contracts will be finalized, including consideration of new language on performance standards. Recommendations on contract language will be shared with the Income Maintenance Advisory Committee. Contract language for the tribal contracts has been finalized. The Department expects to finalize contract language for the county contracts by August 2004.

ATTACHMENT

Preliminary Allocations for 2005 IM Contracts

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MBM:my
BA06070

ATTACHMENT 1**PRELIMINARY ALLOCATIONS FOR 2005 IM CONTRACTS**

AGENCY	2005 PRELIMINARY ALLOCATION (BASE & SUPPLEMENTAL)
STATEWIDE TOTAL	\$50,692,561
ADAMS	246,714
ASHLAND	321,004
BAD RIVER	160,644
BARRON	557,118
BAYFIELD	180,952
BROWN	1,461,434
BUFFALO	160,644
BURNETT	204,967
CALUMET	198,813
CHIPPEWA	548,323
CLARK	306,325
COLUMBIA	358,583
CRAWFORD	198,438
DANE	2,389,174
DODGE	547,948
DOOR	212,486
DOUGLAS	559,362
DUNN	356,148
EAU CLAIRE	835,461
FLORENCE	160,644
FOND DU LAC	789,009
FOREST	160,644
GRANT	410,108
GREEN	271,300
GREEN LAKE	168,383
IOWA	169,954
IRON	160,644
JACKSON	226,962
JEFFERSON	501,309
JUNEAU	257,064
KENOSHA	1,467,075
KEWAUNEE	160,644
LA CROSSE	990,361
LAC DU FLAMBEAU	160,644
LAFAYETTE	160,644
LANGLADE	279,707
LINCOLN	273,871
MANITOWOC	595,250
MARATHON	921,433
MARINETTE	441,559

AGENCY	2005 PRELIMINARY ALLOCATION (BASE & SUPPLEMENTAL)
MARQUETTE	160,644
MENOMINEE CO	160,644
MILWAUKEE	15,829,372
MONROE	397,988
OCONTO	278,042
ONEIDA	393,047
ONEIDA TRIBE	160,644
OUTAGAMIE	713,455
OZAUKEE	263,620
PEPIN	160,644
PIERCE	205,865
POLK	375,544
PORTAGE	548,885
POTAWATOMI	97,600
PRICE	258,609
RACINE	1,679,267
RED CLIFF	160,644
RICHLAND	216,607
ROCK	1,526,668
RUSK	235,042
SAUK	440,623
SAWYER	270,056
SHAWANO	349,967
SHEBOYGAN	714,927
SOKAOGON	97,600
ST. CROIX	344,616
STOCKBRIDGE-MUNSEE	97,600
TAYLOR	240,429
TREMPEALEAU	305,293
VERNON	272,973
VILAS	172,872
WALWORTH	578,819
WASHBURN	221,664
WASHINGTON	537,128
WAUKESHA	1,209,508
WAUPACA	530,154
WAUSHARA	232,349
WINNEBAGO	1,013,873
WOOD	707,532